Accords sanction to the Conversion of the Badami Sub-Treasury into a Banking one.

READ—

1 Letter D No. 6824 dated 18th July 1964, from the Deputy Secretary and Treasurer, State Bank of India, Madras.

2 Government letter No. FD 22 RBC 64 dated 5th August 1964, addressed to Deputy Commissioner (Treasury Department), Bijapur.

3 Letter Cy. No. 706/93-61-65, dated 28th July 1964, from the Chief Accountant, Reserve Bank of India, Central Office, Bombay.

The Deputy Secretary and Treasurer, State Bank of India, Madras, has requested Government that in view of the opening of their branch at Badami shortly, the proposed branch may be permitted to take over the currency chest and the Government cash transactions from the local Sub-treasury, Badami from the date of its opening. Accordingly the Deputy Commissioner, Treasury Department Bijapur has been requested to make preliminary arrangement in this regard. The Central Office of the Reserve Bank of India, Bombay has also agreed for transfer of the currency chest from the Badami Sub-Treasury to the branch of the State Bank of India at the Centre.

ORDER No. FD 22 RBC 64, DATED BANGALORE, THE 25TH AUGUST 1964 (BHADRAPADA 3, SAKA ERA 1886).

Sanction is hereby accorded to the conversion of the Badami Sub-Treasury into a Banking one and to the transfer of currency chest and other cash transactions of the Sub-Treasury to the local branch of the State Bank of India. The actual date of transfer of cash work, etc., will be notified by the Deputy Commissioner, Bijapur in consultation with the State Bank of India, Madras. That date will hereafter be referred to as the 'appointed date'.

2. The special steps to be taken on the eve of conversion of the Sub-Treasury having a currency chest into a Banking one and the classes of cash transactions to be taken over by the Bank are detailed in Annexure 'A' to this order.

3. On and after the 'appointed date', the branch of the Bank will conduct the cash business of the Sub-Treasury and render daily accounts to the Sub-Treasury Officer, Badami, in the manner laid down in the rules in the Mysore Treasury Code and in the compilation of the Central Treasury Rules.

4. For the conduct of the cash transactions that will continue to be handled at the Sub-Treasury, a permanent advance of Rs. 200-00 (Rupees Two hundred only) is sanctioned. The amount may be drawn by the Sub-Treasury Officer, Badami, from the Bank on a simple receipt. The expenditure out of the imprest should be recouped daily, the connected receipts, if any, being remitted to the Bank and the amount paid being drawn from the Bank, separately, for each class of transactions.

Should a demand be presented at the Sub-Treasury which cannot be met out of the balance of the permanent advance, the Sub-Treasury Officer, Badami may draw the extra amount required from the Bank on a payees' receipt indicating the purpose for which money is required and furnishing a pay order thereon.

5. The normal cash balance fixed for this Sub-Treasury should be treated as withdrawn with effect from the appointed date, and the normal balance fixed for the District as a whole reduced correspondingly.

6. The District and Sub-Treasury Officer should follow strictly any instructions that the Accountant General may issue in the matter.

7. Proposals should immediately be made by the Deputy Commissioner to the Government in the Finance Department through the Divisional Commissioner in regard to the disposal of the staff of the Sub-Treasury becoming surplus, if any, in consequence of these arrangements.

8. The Police guards required for guarding the chest in the Bank premises may be provided by the Inspector General of Police, if required by the Bank under the usual terms.

9. The Deputy Commissioner is requested to make adequate arrangements to effect the transfer on the appointed date under report to Government in the Finance Department as well as to the Divisional Commissioner. He is also requested to see that the changes are effected smoothly and maximum convenience and guidance are afforded to other Departments and the general public in the first few days to obviate inconvenience to them.

10. The Deputy Commissioner is also requested to depute an official experienced in Banking Treasury work to the Sub-Treasury for about a week to enable the staff to become familiar with the new arrangement.

11. New forms and registers required at the Sub-Treasury for immediate use should be spared from the District Treasury and an indent placed with the Director, Government Printing and Stationery, for future supply.

By Order and in the name of the Governor of Mysore,

N. S. BHARATH,
Dy. Secy. to Govt., F. D.

ANNEXURE 'A'.

1. The contents of the currency chest should be actually verified by a detailed count in the presence of the Sub-Treasury Officer and the Agent, State Bank of Mysore, Karkala at the time of transfer. For this purpose the agent and his staff will commence counting and examination of the currency notes a week in advance of the date of transfer of cash work to the Branch to enable the Bank staff to complete the detailed check effectively before finally taking over the currency chest balance on the appointed date. Pending completion of the taking over, the currency notes which have been examined and counted will be retained in the boxes locked by the Agent and the Head Cashier of the branch of the State Bank of Mysore, inside the Sub-Treasury Strong Room. The checked notes will thus be in the joint custody of both the Bank and Sub-Treasury Officer, until the entire chest balance is checked and taken over by the Bank. The correctness of the balance handed and taken over should be certified in the form given below by the Tahsildar and the Agent to the Branch of State Bank of Mysore. The certificates will be drawn in quadruplicate, one copy of which will be furnished to the Currency Officer of the Rererve Bank of India, Bangalore, another copy to the Government in the Finance Department, the third copy to the local Head Office of the State Bank of Mysore, Bangalore and the fourth to the Deputy Commissioner of South Kanara.

CERTIFICATE.

"Certified that the balance in the Karkala Sub-Treasury in the Currency Chest on ....aggregated to Rs.....(Rupees in words)..... that this amount has been ascertained by detailed actual count by us of the contents of the chest and that this amount has been taken over by the Agent of the Branch of the State Bank of Mysore at the Karkala Sub-Treasury on behalf of the State Bank of Mysore.

Agent,

Date..... Branch of State Bank of Mysore."

The Currency Officer, Bangalore, after verifying the certified Currency Chest balance with the entries in his books will send a confirmatory certificate as to the correctness of the balance to the Deputy Commissioner, South Kanara, Sub-Treasury Officer, Karkala and the local agent of the State Bank of Mysore endorsing copies of it to the Government in Finance Department and to the Head Office of the State Bank of Mysore at Bangalore.

After the close of the business of the day previous to the appointed day, that part of the Cash Balance in the Sub-Treasury consisting of Currency notes and whole rupees should be paid by the Sub-Treasury Officer into the Currency chest to the maximum extent,

practicable. The residual currency notes and whole rupees as well as small coins should be counted in detail and remitted to the Bank on the appointed day under separate challan. The Bank will credit the amount as a receipt from Government in the accounts of the day under the head "Cash Remittance between Treasuries—Reserve Bank of India." A report of the Treasury balance so credited signed by the Officers concerned should be forwarded to the Government in the Finance Department and the local Head Office of the State Bank of Mysore.

2. The cash transactions connected with the following items of work will be conducted at the Sub-Treasury itself as heretofore. The remitters of money or the payees, as the case may be, need not in such cases go to the Bank for their transactions :—

(*a*) Disbursement of Indian Military Pensions (on muster rolls).

(*b*) Collection of Land and Excise Revenue, transactions of Muzrai Funds, V. P. Funds, etc., connected with the Taluk Accounts.

(*c*) Transactions on account of receipts and payment under Savings Bank.

(*d*) Any other items of work to be specified by Government.

N.B.—The amounts collected at the Sub-Treasury should be remitted to the Bank daily under challans indicating the head of account. Separate challans should be used for different major heads. Amounts disbursed from the permanent advance should be recouped from the Bank daily on simple payees' receipts furnishing classification similarly.

Amounts required for disbursement in excess of the balance of the permanent advance should be drawn from the Bank on simple payees' receipts, furnishing the heads of classification in the same way.

3. Pensioners will be paid their pension at the Bank on Pay Orders issued by the Sub-Treasury Officer.

4. Taxes and fees on motor vehicles hitherto collected at the Treasury will, on and after the 'appointed date' be collected at the Bank direct. The licences, etc., will be issued by the authorities concerned as usual on surrender of the challan receipted by the Bank and after verification of the credit for the taxes or fees paid in the Treasury Accounts.

5. General, Court Fee, Postal and other Stamps including Postal Stationery will be issued at the Treasury itself even after the 'appointing date'.

6. Cases, where remittances into and drawal from the Bank may be arranged directly without obtaining an authorisation from the Treasury Officer are specified in Annexure 'B'. In other cases, the documents on which money is presented or payment claimed at the Bank should have the authorisation of the Sub-Treasury Officer. The challans or bills so authorised, if not presented to the Bank within ten days of their authorisation, require revalidation by the Treasury Officer.

7. The prescribed form of challan alone should be used for all remittances into the Bank. The forms will be supplied by the Sub-Treasury.

8. Cheques on Banks received by Government Officers in payment of Central or State Government dues or in settlement of other Government transactions should be remitted to the Bank direct. Such cheques should be endorsed in favour of the Bank in all cases. Form M.F.C. 3 (Bank) itself may be used as challan in such cases. Pending realisation of the amounts thereof a receipt or token for the cheque only will be given by the Bank in the first instance. The final receipt will be delivered to the parties by the Bank soon after the cheques are cleared.

There will be a daily clearance of cheques accepted and the transactions will be included in the daily account rendered to the Sub-Treasury after the cheques have been cleared.

NOTE.—The Bank reserves to itself the right to refuse to accept cheque, the collection of which in its opinion, cannot reasonably be undertaken and which it would not accept on behalf of its own constituents.

9. Cheques drawn by Government Officers for drawing funds from the Bank should be addressed to the Bank and not to the Sub-Treasury Officer. Such cheques are negotiable. Until new cheque forms are printed the required correction may be made in the existing

forms in manuscript or rubber stamp. Such alterations do not require attestation. Cheque books will not be supplied by the Bank. They will be supplied by the Sub-Treasury, as at present.

NOTE:—Cheques issued by such officers on the Sub-Treasury previously and remaining unpaid on the appointed date will be cashed at the Bank direct subject to the rules of currency, etc. The information required by the Bank in this behalf will be furnished by the Sub-Treasury as indicated at para 10 *infra*.

10. The Sub-Treasury Officer will arrange to forward to the Bank one week in avdance of the appointed date the specimen signature of the Government Officers authorised to operate on the P.D. and other accounts at the Sub-Treasury. Copies of standing instructions, if any, in the assignment, drawing or P.D. Accounts together with the correspondence pertaining to stopped cheques, etc., should also be forwarded to the Bank on or befere the 'appointed date'.

11. All Officers drawing cheques on the Bank should furnish to the Bank, on the 'appointed date' a list of their cheques issued prior to the 'appointed date' and outstanding payment on that date by obtaining the necessary information from the Sub-Treasury.

12. Monthly pay bills of Government officers and offices should be presented at the Sub-Treasury for scrutiny three days in advance invariably as prescribed in Article 80, Mysore Financial Code, 1958. Such pay bills with the Pay Order of the Sub-Treasury Officer on the Bank will be delivered on the last working day. Bills presented for passing should be merely signed without receipting the contents, which should be done only after the bill is received back from the Sub-Treasury with pay orders and before presentation at the Bank

ANNEXURE 'B'.

Transactions in respect of which the challans, cheques or refund orders need not pass through the Sub-Treasury Officers, before presentation at the Bank.

Payments into the Bank—

1. Remittances of Sales-Tax in the special forms prescribed.
2. Do Forest Revenue.
3. Do Civil and Criminal Courts Deposits.
4. Do Fees, fines, etc., by Criminal Courts.
5. Do Food Depots.
6. Do Income-Tax Revenue.
7. Do Union Excise Duties.
8. Do Life Insurance Premia relating to Government Insurance Department.
9. Do into Personal Deposit Accounts kept at the Bank.
10. Do other items on challans which have been signed or attested by the Departmental Officer on whose behalf the moneys are credited.
11. Do amounts on special printed forms of challans.

Drawal from the Bank—

1. Cheques drawn by Government Officers on Personal Deposit Accounts kept at the Bank.
2. Do the Officers of the Judicial Department against Personal Ledger Accounts.
3. Do Public Works Department.
4. Do Forest Department.
5. Do Government Commercial Undertakings.
6. Do Government Insurance Department.
7. Do the Chief Accounts Officer, Mysore Electricity Board.
8. Do the Bursar, Mysore University.
9. Refund Orders of the Income-Tax Department.
10. Cheques of the Postal Department.
11. Do Defence Department.
12. Refund Orders of the Sales-Tax Department.